5 DEC 1966

MEMORANDUM FOR:

Mr. Phillip S. Hughes
Assistant Director for

Legislative Reference

Executive Office of the President

Bureau of the Budget

Washington, D. C. 20503

SUBJECT:

Resubmission of H.R. 16306, 89th Congress

In accordance with Bureau of the Budget Circular A-19, revised, there is forwarded herewith four copies of a draft bill, "To amend the Central Intelligence Agency Act of 1949, as amended, and for other purposes". This bill is resubmitted for clearance by Bureau of the Budget prior to submission to the Congress. Also enclosed are copies of the explanation and justification, together with proposed letters of transmittal to the President of the Senate and the Speaker of the House of Representatives.

H.R. 16306, "A Bill To amend the Central Intelligence Agency Act of 1949, as amended, and for other purposes," was passed by the House of Representatives on 3 October 1966. The Senate took no action before the close of the second session of the 89th Congress.

The format of the draft bill, previously submitted on 17 January 1966, was changed by the House to provide a separate section number for each item. The House also inserted Section 109, relating to employment of advisory personnel, which was previously submitted to the Bureau of the Budget on 31 July 1965; and Section 291, relating to cost-of-living increases in retirement annuities, which was submitted to the Bureau and approved on 22 October 1965.

The following material was added or changed in H.R. 16306 from the original submissions:

- a. Section 102. The phrase, "or the Executive Director", was added to the definition of the term, "Agency head".
- b. Section 109. Employment of advisory personnel. This section has been changed to provide authority in the Central Intelligence Agency Act to employ such personnel with a limitation of \$100 per day. The prior submission provided for amendment to the National Security Act.
- e. Section 202 provides a new definition for the term "child" as set forth in the Central Intelligence Agency Retirement Act. This definition is in keeping with amendments to the Civil Service Retirement Act approved by the 89th Congress.
- d. Section 203 was added by the House and permits the annuities of a widow or dependent widower to continue in the event of remarriage. It is similar to the law applicable to survivor annuitants under the Foreign Service Act.
- e. Section 204 was added by the House and provides for commencement and termination date for a child survivor annuity. It also assures that the survivor annuity of a student may be resumed even though previously terminated. This change is similar to the Civil Service Retirement amendment approved by the \$9th Congress.
- f. Section 208 was changed by the House to bring the cost-of-living provision of the CIA Retirement Act of 1964 into line with provisions which currently apply to civil service and military retirees.

Advice is requested as to whether there is any objection to the resubmission of the proposed legislation to the Congress from the standpoint of the Administration's program.

> John S. Warner Legislative Counsel

Attachments